

FISCAL NOTE

HB 902 - SB 857

March 28, 2003

SUMMARY OF BILL: Provides a Hall income tax exemption of \$500 for individuals and \$1,000 for persons filing jointly that make contributions to a Section 529 qualified tuition program.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$55,000 One-Time
Decrease State Revenues - Exceeds \$125,000

Decrease Local Govt. Revenues - Exceeds \$75,000

Estimate assumes:

- Greater than 2% of Hall income taxpayers would qualify for the exemption.
- Approximately 5/8ths of the overall loss due to the exemption is attributable to the state.
- Approximately 3/8ths of the overall loss due to the exemption is attributable to local governments.
- A one-time cost in the Department of Revenue for automated system changes.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director